

UNITED STATES BANKRUPTCY COURT
DISTRICT OF MINNESOTA

In re:

Victor Plastics, Inc.,

BKY No. 08-40171-DDO

Debtor.

Chapter 7

NOTICE OF SETTLEMENT

To: The United States Trustee, all creditors and other parties in interest.

NOTICE. On June 15, 2010, or as soon thereafter as the transaction may be completed, and subject to objection under applicable rules, the undersigned trustee of the estate of the debtor named above will settle a controversy as follows:

Adv. Pro. No. 09-04343, captioned Julia A. Christians, Trustee v. South Slope Cooperative Telephone Company ("South") and the Trustee's claim against South for avoidance and recovery of alleged preferential transfers; by South's payment to the estate in the amount of \$6,500.00, as set forth in greater detail in the Settlement Agreement by and between the parties. The Trustee had alleged the right to avoid and recover payments made by Debtor to South within the ninety days prior to the bankruptcy filing in the aggregate amount of \$13,145.46. South denied liability and raised various defenses, including demonstration of certain subsequent new value and allegations that the transfers are subject to the ordinary-course-of-business defense. Based thereon, and given the costs, risks and delays of contested litigation, the Trustee believes acceptance of South's settlement to be in the best interest of the estate.

OBJECTION: MOTION: HEARING. Under applicable rules, any objection must be in writing, be served on the undersigned trustee and the United States Trustee, and be filed with the clerk, not later than 12:00 o'clock noon on the day before the date set for the abandonment. If an objection is timely served and filed, the court will hold an expedited hearing on the objection with reduced notice of the hearing. The hearing will be scheduled by the trustee with notice by the trustee to the objecting party and the United States Trustee. If an objection is made or an order is required, the undersigned trustee moves the court for such orders as may be necessary or appropriate.

U.S. Bankruptcy Court
301 U.S. Courthouse
300 South Fourth Street
Minneapolis, MN 55415

U.S. Trustee
1015 U.S. Courthouse
300 South Fourth Street
Minneapolis, MN 55415

Julia A. Christians, Trustee
One Financial Plaza, Suite 2500
120 South Sixth Street
Minneapolis, MN 55402

Dated: May 20, 2010

/e/ Julia A. Christians
Julia A. Christians, Trustee
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120 South Sixth Street
Minneapolis, MN 55402
(612) 338-5815